

November 8, 2018

Joint Legislative Committee on Local Government  
Attention: Committee Chairs, Committee Ass't  
North Carolina General Assembly  
16 West Jones St.  
Raleigh, NC 27601

Fiscal Research Division  
Attention: Director  
North Carolina General Assembly  
300 North Salisbury St., Suite 610  
Raleigh, NC 27603

**Notice to the Joint Legislative Committee on Local Government  
Concerning Proposed Financing by the Town of Dobson**

To the Committee:

As counsel to the Town of Dobson, North Carolina, and as required under N.C. Gen. Stat. Section 120-157.2, I am providing this notice of a proposed local government capital project that requires approval of the North Carolina Local Government Commission and requires debt to be issued in an amount exceeding \$1,000,000. Here is information about the proposed financing –

**Project description** -- The Town plans to finance improvements to its public water system.

**LGC meeting for consideration** – January 8, 2019

**Total project cost** – estimated as up to approximately \$4,100,000

**Type of financing** – USDA revenue bonds, along with revenue bond anticipation notes

**Description of other sources of financing** – Rural Utilities Service Grant; Town contribution; Surry County contribution, Appalachian Regional Commission grant; and a Rural Center Grant.

**Estimated financing term** – The Town expects a financing term of approximately 40 years, which essentially approximates the expected useful life of the property being financed.

**Estimated interest rate** – USDA commits to an interest rate of 1.875%.

**Expected source of repayment** – water and sewer enterprise revenues

Please let me know if you have additional questions or comments for me about this proposed financing.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Ashley L. Anderson", with a long horizontal flourish extending to the right.

Ashley L. Anderson

cc: Greg C. Gaskins, Secretary of the Local Government Commission  
c/o Phillip Anderson  
Laura Neely, Town of Dobson manager  
Hugh Campbell, Town of Dobson attorney  
Daniel Sater, legislative staff  
(each by electronic mail)